

[ECF No. 22]

THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF NEW JERSEY
CAMDEN VICINAGE

NEXUS PHARMACEUTICALS, INC.,

Plaintiff,

v.

NEVAKAR, INC. et al.,

Defendants.

Civil No. 22-5683 (RMB/SAK)

OPINION AND ORDER

This matter is before the Court on the unopposed Motion to Seal filed by Defendants Endo Ventures, Ltd., Par Pharmaceutical, Inc., and Par Sterile Products, LLC [22-6030, ECF No. 22]¹ (collectively, the “Par Defendants”). Defendants’ motion is supported by the Declaration of Aziz Burgy, Esquire [ECF No. 22-1] and an Index [ECF No. 22-2]. The Court exercises its discretion to decide the motion without oral argument. *See* FED. R. CIV. P. 78; L. CIV. R. 78.1. For the reasons to be discussed, Defendants’ motion is **GRANTED**.

On October 11, 2022, Plaintiff Nexus Pharmaceuticals, Inc. filed this action against Defendants asserting claims of patent infringement. *See* Compl. [ECF No. 1]. Specifically, Plaintiff is the holder of U.S. Patent No. 11,464,752, relating to a ready-to-use prefilled syringe product for the treatment of hypotension occurring in the setting of anesthesia. *Id.* ¶¶ 1–5, 55–57. Plaintiff alleges that Defendants’ prefilled syringe product infringes on its patent and asserts claims

¹ Pursuant to the December 6, 2022 Stipulation and Order Regarding Consolidation [ECF No. 38], Docket No. 1:22-cv-6030 has been consolidated into Docket No. 1:22-cv-5683 and the action under Docket No. 1:22-cv-6030 is closed.

of direct infringement and a claim for declaratory relief. *See id.* ¶¶ 81–122. On November 1, 2022, the Par Defendants filed an Answer under temporary seal [ECF No. 14].

The Par Defendants now move to redact and seal portions of their Answer. In particular, they seek to redact and seal the third sentence in their response to Paragraph 67 of the Complaint. They allege that this sentence details the formulation and creation of their prefilled syringe product. They claim the material “reflects proprietary, confidential, and sensitive business information that is not available to the public or competitors.” Burgy Decl. ¶ 4. They contend that if the confidential information became available to the public, “it would give potential competitors insight into the Par Defendants’ proprietary and confidential operations, which would give such potential competitors an unfair advantage in a highly competitive marketplace.” *Id.* ¶ 5.

It is well established that there exists “a common law public right of access to judicial proceedings and records.” *In re Cendant Corp.*, 260 F.3d 183, 192 (3d Cir. 2001) (citing *Littlejohn v. BIC Corp.*, 851 F.2d 673, 677–78 (3d Cir. 1988)). This right of access is not absolute, however, and must be balanced against countervailing interests in secrecy. *See Leucadia, Inc. v. Applied Extrusion Techs., Inc.*, 998 F.2d 157, 165 (3d Cir. 1993) (citation omitted); *see also In re Cendant Corp.*, 260 F.3d at 194 (noting that “[t]he presumption of public access may be rebutted”). To overcome the presumption, a party must demonstrate that “good cause” exists for protection of the material at issue. *Securimetrics, Inc. v. Iridian Techs., Inc.*, No. 03-4394, 2006 WL 827889, at *2 (D.N.J. Mar. 30, 2006). “Good cause exists when a party makes a particularized showing that disclosure will cause a ‘clearly defined and serious injury to the party seeking closure.’” *Id.* (quoting *Pansy v. Borough of Stroudsburg*, 23 F.3d 772, 786 (3d Cir. 1994)).

In this District, motions to seal are governed by Local Civil Rule 5.3, which requires the moving party to describe with particularity: (a) the nature of the materials or proceedings at issue;

(b) the legitimate private or public interest which warrants the relief sought; (c) the clearly defined and serious injury that would result if the relief sought is not granted; and (d) why a less restrictive alternative to the relief sought is not available. *See* L. CIV. R. 5.3(c)(3). “Generally, a court will protect materials containing ‘trade secret[s] or other confidential research, development, or commercial information’ to prevent harm to a litigant’s competitive standing in the marketplace.” *Faulman v. Sec. Mut. Fin. Life Ins.*, No. 04-5083, 2006 WL 1541059, at *1 (D.N.J. June 2, 2006) (alteration in original) (citations omitted); *see In re Gabapentin Patent Litig.*, 312 F. Supp. 2d. 653, 644 (D.N.J. 2004) (“A well-settled exception to the right of access is the ‘protection of a party’s interest in confidential commercial information, such as a trade secret, where there is a sufficient threat of irreparable harm.’”); *see also* FED. R. CIV. P. 26(c)(1)(G). “Broad allegations of harm, unsubstantiated by specific examples or articulated reasoning,” however, will not establish good cause. *Pansy*, 23 F.3d at 786 (citation omitted). Furthermore, “a party’s classification of material as protected or confidential does not automatically satisfy the criteria for sealing pursuant to Local Civil Rule 5.3.” *In re: Benicar (Olmesarten) Prods. Liab. Litig.*, No. 15-2606, 2016 WL 266353, at *3 (D.N.J. Jan. 21, 2016).

Here, the Par Defendants satisfy the requirements of Local Civil Rule 5.3. They have sufficiently described the nature of the materials they seek to redact and seal, and have narrowly tailored their request to legitimate privacy interests. The Par Defendants seek to redact a single sentence of their Answer, which generally describes confidential, sensitive, and proprietary business information, including information not available to the public. *See* Burgy Decl. ¶ 4. If this highly sensitive information is not sealed, Defendants contend they would be subject to unfair competition in a highly competitive marketplace. *See id.* ¶ 5.

The Court finds, as the Par Defendants contend, if certain information in their Answer were

made publicly available, Defendants' present and future business interests could be subject to financial harm. Similarly, given the narrow tailoring of Defendants' request and the sensitivity of the information sought to be protected, the Court agrees that the only way to protect the Par Defendants' legitimate privacy interests is to redact the subject materials.

Accordingly, for all the foregoing reasons,

IT IS HEREBY ORDERED this **27th** day of **January, 2023**, that Defendants' Motion to Seal [22-6030, ECF No. 22] is **GRANTED**; and it is further

ORDERED that the Clerk of the Court is directed to maintain under seal Defendants' Answer [22-6030, ECF No. 14]; and it is further

ORDERED that the Clerk of the Court is directed to terminate the Par Defendants' Motion to Seal [ECF No. 22] in Docket No. 1:22-cv-6030; and it is further

ORDERED that to the extent not already done, the parties shall file a redacted copy of their Answer [ECF No. 14] in accordance with this Order by **February 10, 2023**.

s/ Sharon A. King
SHARON A. KING
United States Magistrate Judge

cc: Hon. Renée M. Bumb, U.S.D.J.